

CONSTELLATION NOTES
SERIES 34-37, 43-46, 55-58, 59-62, 63-66, 67-70, 71-74 AND 78-81 (THE “NOTES”)

CREDIT EVENT IN RESPECT OF LEHMAN BROTHERS HOLDINGS INC.

FREQUENTLY ASKED QUESTIONS

19 SEPTEMBER 2008

1. When did the credit event occur with respect to Lehman Brothers Holdings Inc.?

A credit event occurred with respect to Lehman Brothers Holdings Inc. on or about 15 September 2008.

2. What was the credit event?

On or about 15 September 2008, Lehman Brothers Holdings Inc. filed a Voluntary Petition under Chapter 11 of the U.S. Bankruptcy Code, which pursuant to the terms of the Notes constitutes a Bankruptcy Credit Event within the meaning of paragraph (iv) of the definition of “Bankruptcy” in the terms of the Notes.

3. When is the credit event determination date?

The credit event determination date, being the date which the credit event notice and notice of publicly available information were effectively delivered by DBS Bank Ltd, as calculation agent, to the issuer was 16 September 2008.

4. When is the valuation date and what is going to happen on such date?

The valuation date falls on the 25th business day following the credit event determination date, and is therefore expected to be on or about 24 October 2008. On such date, DBS Bank Ltd, as calculation agent, will determine the credit event redemption amount.

5. When is the credit event redemption date and what is going to happen on such date?

The credit event redemption date is the 5th business day following the valuation date, and is therefore expected to be on or about 31 October 2008. On such date, the issuer will redeem each note at the credit event redemption amount.

6. Will the Notes still bear any interest after the occurrence of the credit event?

The Notes will cease to bear any interest from the interest payment date immediately preceding the occurrence of the credit event.

7. Will DBS Bank Ltd as the market agent still quote prices to purchase the Notes?

With immediate effect, DBS Bank Ltd, as market agent, will cease to quote any price to purchase the Notes.
